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THEMSELVES ON UTILIZATION OF AMERICAN AID. YOU WERE KIND ENOUGH TO RECEIVE THEM.

OTE ON 11 JUNE THE SUBCOMMITTEE HELD HEARINGS. ON PGORAMS OF AID TO CAMBODIA. FOLLOWING THE HEARINGS SENATOR INDUYE HAS ASKED ME TO COMMUNICATE TO YOU THE CONFIDENTIAL

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DEEP CONCERN OF THE SUBCOMMITTEE AT WHAT IT CONSIDERES TO BE THE ABSENCE OF TIMELY AND EFFECTIVE ACTION ON THE PART OF THE KHMER GOVERNMENT TO CORRECT THE PROBLEM OF "PHANTOM" SOLDIERS, AND TO REPRESS OTHER FORMS OF CORRUTION IN THE ARMY. THE SUBCOMMITTEE IS ALSO CONCERNED AT THE MINIMUM PUNISHMENT IMPOSED ON THE SMALL NUMBER OF OFFENDERS THAT HAVE BEEN BROUGHT BEFORE JUSTICE.

GTE IT IS CLEAR THAT NO ACTION AT THIS TIME WOULD MAKE A GREATER CONTRIBUTION TO THE RE-ESTABLISHMENT OF CONFIDENCE THAN THE SEVERE REPRESSION OF CORRUPTION IN THE ARMY, BEGINNING WITH THE RAPID JUDGMENT AND EXEMPLARY PUNISHMENT OF OFFENDERS ALREADY CAUGHT, UNGTE

3. PLEASE INFORM SENATOR INDUYE AND AMBASSADOR UM SIM OF THE ABOVE LETTER. SWANK

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